# LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

200 W. Washington, Suite 301 Indianapolis, IN 46204 (317) 233-0696 http://www.in.gov/legislative

#### FISCAL IMPACT STATEMENT

**LS 7275 NOTE PREPARED:** Jan 3, 2011

BILL NUMBER: HB 1301 BILL AMENDED:

**SUBJECT:** Eminent Domain for Sewer Services.

FIRST AUTHOR: Rep. DeLaney BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: Local

DEDICATED FEDERAL

<u>Summary of Legislation</u>: This bill provides that the statute governing eminent domain procedures for public utilities and other corporations: (1) applies to sewer utilities; and (2) includes the authority to condemn less than a fee simple estate in land or real estate, including the authority to condemn or appropriate a new or an existing easement for a right-of-way.

It provides that the authority of a municipally owned sewer utility to condemn or appropriate real property includes: (1) the authority to condemn or appropriate any real property that is needed to allow a mandatory connection to the municipality's sewer system by a property using a septic system or similar structure, regardless of whether the real property to be condemned or appropriated is the property that will be connected to the sewer system; and (2) the authority to condemn or appropriate less than a fee simple estate in real property, including the authority to condemn or appropriate a new or an existing easement for a right-of-way. It also makes conforming amendments.

**Effective Date:** Upon passage.

#### **Explanation of State Expenditures:**

## **Explanation of State Revenues:**

**Explanation of Local Expenditures:** Any impact will depend upon administrative decisions in the use of eminent domain by a municipal sewer utility.

### **Explanation of Local Revenues:**

HB 1301+ 1

# **State Agencies Affected:**

**Local Agencies Affected:** Municipally owned sewer utilities.

**Information Sources:** 

Fiscal Analyst: Diana Agidi, 317-232-9867.

HB 1301+ 2